



Ninety-Ninth Legislature - First Session - 2005
Introducer's Statement of Intent
LB 253

Chairperson: David Landis
Committee: Revenue
Date of Hearing: January 27, 2005

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

The bill prohibits a village, city or city council from levying an occupation or business tax relating to motor fuel. Any occupation or business tax related to motor fuel adopted prior to the operative date of this act shall terminate on the operative date of this act.

Sales and use taxes imposed in motor vehicles, trailers and semitrailers pursuant to section 77-27,142 shall not be expended for other than the allowable uses established in section 39-2510 and section 39-2520. Language allowing such money to be used for “desirable” facilities, appurtenances, and structures and for “offstreet public parking owned by the municipality” is stricken.

The bill increases the fuel tax distribution to cities and counties pursuant to the Highway Allocation Fund to four cents.

The bill provides an operative date of October 1, 2005.

Principal Introducer: _____
Senator Tom Baker